App. F. IX-4

1939. (LB.)

Preserve

File No. 39-37.

Serial Nos. 1, 2, 8, 26, 27 & 28

Previous References.

LB 109-33. Ss 16, 20 & 21
LB 135-33 Ss 8, 19, 24; 37 & 38
LB 188-32 Ss 4 & 19
LB 63-39 Ss 6 7

Later References.

LB 68-39 (18, 19)
LB 35-43-78

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. Secy

Part B for May do.

SUBJECT.

Unauthorised utilisation of the Ry cess fund by the Kadur Dist Board

For final orders
vide LB 69-39 Ss 14, 15 & 17

(C Keer) Lalbagh Rep
22.5.40

Serial No.

Letter No A35/37-38 dated 3-7-37 from the Deputy Commissioner, Kadur Dt forwarding a copy of his letter addressed to the Comptroller regarding the utilisation of a sum of Rs 31,955 from the Rg cess by the Kadur Dt Board for normal expenditure.

Letter No GR 2/37-38 dated 10-11-37 from the same office forwarding a copy of his letter addressed by the President, Dt Board, Kadur in the matter of the utilisation of a sum of Rs 44,770 out of the Rg cess towards the general expenses of the Board.

The Kadur Dt Board has utilised a sum of Rs 44,770 out of the Rg Cess for the normal expenditure of the Board. and this procedure is against the provisions of Section 68 of the Dt Boards' Regulation. This objection being pointed out to the Board, the Dt Board has resolved that the Rg cess balance may be reduced by Rs 44,770 being the amount utilised by the Board for normal expenses.

The proposal cannot perhaps be sanctioned being opposed to the provisions of the Dt Boards

NOTE—Contn. Sheet.

WD 0284—GPB—30,000—18-8-37

Regulation - The point for consideration will therefore be as to how the sum of Rs 44,770 has to be recouped from the normal revenues of the Dt Board -
The ~~co~~returned Budget of the Kadur Dt Board for the current year reveals the following financial position :-

		Rs
opening balance		4,070
Receipts		
Special	Rs 97,500	
Normal	85,623	1,83,123
		1,87,193
Expenditure		
Special	Rs 95,500	
Normal	91,910	1,87,410
closing balance		— 217

The President, Dt Board, Kadur may perhaps be informed that the proposal cannot be ~~co~~returned and he may be requested to submit proposals for recouping the sum of Rs 44,770 from the normal revenues. Reference is also invited to the proceedings of the meeting of Standing Committee held on 27th July 1937

Revr
16/11/37

16/11/-

Secy to G.S.S):

SECY TO GOVT 6 NOV

Utilisation of the Rg cess by the Kodur Dt Board for normal expenditure -

General and Revenue Secretariat | File No. | of 193 | [App. F. III—2

Serial No.

4 The sanctioned budget may be examined once again and all possible retrenchments suggested so that the cess may at least be applied in instalments

for
17.11.37
2
17/11/-

5 The Deputy Commissioner, Kadur District has submitted with his remarks the proposals of the Kadur Dt Board for improving its finances. This is being dealt with in the linked file. The proposals are expected to save the Dt Board from expenditure to the extent of Rs 17,525 per year. Orders on the file may perhaps be awaited - (with my remarks on the linked file)

2
15/11/-

Rmm
19/11/37

7 The amount utilised from Rg cess funds for normal expenditure as per latest figures is Rs 54,987 - The President, Dt Bd, Kadur is being written to separately to refund the amount thus unauthorisedly utilised. If approved, these papers will be placed in the main file on the subject

Yes.
2
15/11/-

Rmm
13/12

NOTE—Contn. Sheet.

WD 0284—GPB—30,000—13-9-37

Misappropriation of Rly-Cess in Kadma Dt.

General and Revenue Secretariat | L.B File No. 39 of 1937 232 | [App. F. III—2

Serial No.

1. From the P.W.D. Kadma Dt No L.B 2/37-38 dt 5.7.37
Reports that a sum of Rs 66770-1-9 out of the Cess collected to end of the year 1935-36 had not been credited & that the matter is being investigated as to how the amount has been utilized towards adjustments in normal accounts.

2. From the same Officer - No L.B 2 17-37 dt 9.7.37.
In Contn Pol. 1, states that it is desirable to find out in detail how this amount has been spent & the exact amount trenched upon over & above its normal revenue during the previous years & request that a Competent Auditor may be deputed by the Comptroller for the purpose of ascertaining the disposal of the amount misappropriated

1 Submitted for perusal. Draft letter to the Comptroller is put up
12/7/37

2 For perusal & sign.
12/7/37.

Dev. Secy.

Secretary

3 12.7.37. 13/7/37.

4 Returned by the Secretary with corrections.

OFFICE OF THE SECOND MEMBER OF COUNCIL. 13 JUL 1937 NO 250

NOTE.—Contn. Sheet.

WD 03594—GPB—80,000—18-7-35

5 A copy of the note of Inspection of the accounts of the Kadur Distt Board for the year 1935-36 conducted by the Asst Comptroller, 2 A.D during the year 1936-37 is Slaved from the comptroller. Page 6 is heavily pertnp Kind refce is specially invited to the heading "Railway cess" therein, which shows how the Railway cess has been utilized for purposes other than the specified ones. A summy As 53560/7/1 being the Railway cess hg been shown as invested - debts upto 30.6.37 The figures given by the President Distt Board relate to the period (1935-36) and amount to Rs 44,770/1/9 unauthorisedly spent by the Distt Board upto 30/6/36 & the amount has come in handy for use; as will be seen from the following facts

6 According to the procedure in force for crediting the Ry cess 2 local cess on Land Revenue realizations, the amount (receipts) are shown by the Treasury every month in the Pass Book when it is sent by the Distt Board for recording the transactions - Receipts & disbursements therein. In the case of such cesses on the Forest & Excise revenue the intimation is received only quarterly by the Treasury & entries are made in the Pass Book.

Serial No.

According to this procedure the Revenues is first merged in the general Distt Fund balances. Thereafter it is the duty of the President of the Distt Board to see that the amount is invested. That is generally done every month or at least at the end of a year by writing out a cross cheque and requesting the Treasury to transfer the amount (Rly cess) by debit to Distt Funds credit to the D/B Account or to some other Bank with the previous sanction of Govt. What has been done in this case is that the Distt Boards have not according to the standing orders invested the amount but have utilized the amount for their normal purposes as the following figures will show

		1934-35		1935-36
1)	Service Heads Receipts	Rs 86,525	(1)	119,639
2)	Do Expenditure	106516	(2)	147029

During these two years (according to the accounts), the Boards have spent a sum of Rs 47,381/4 more than the receipts. This amount has been already drawn from out of the Debt Head Deposits or Receipts (Rly Cess A/c)

This excess appears is due to the fact that while the Boards do not seem to have taken out of

NOTE—Contn. Sheet.

with consideration whether or not the

15 Vasu 2

Serial No.

Revenue side they wereable to realize their anticipations or not, they have scrupulously incurred expre ~~to that~~ according to Budget sanctions. If the Board had only reviewed its income & expre every month or at the quarterly meetings they would have been in a position to know what they stood financially. They wanted money for expre it was available in the Pass Book & they used it. It is now necessary from what proved the Board have not ~~taken~~ invested their Reg/ces Realizations & so that the exact amount spent for their normal purposes & the purposes other than those specified in the Regulation may be known. The question of how the Board may be asked to make good the said amount may perhaps be considered afterwards

A

jm
17/7/37.

N

+ From the Notes of the Inspection of the District Board Accounts held by the Assistant Comptroller, L.A.D., it is seen that the total Railway receipts have not been properly accounted for during the year 1935-36 and that the interest on State Loan Bonds has been credited to the Land Revenue Head 'D Interest on Railway Cess' and utilised for road works, etc. (Vide para 6(d) of the Notes).

N

Re excess expre by the Kadur Dist Board of the Railway cess collections.

1937

General & Revenue Secretariat. File No. 39 of 1937-38 [App. F. III–2

	Serial No.	
This will be worked up and submitted separately.		1. From the statement enclosed with the budget estimate of the Kadur District Board for the year 1937-38, received in this office on 20-7-1937, it is seen that the District Board had on 1st July 1936 a sum of Rs.44,770-0-9, in cash in the Treasury, whereas the President, District Board in his letter dated 5th July 1937 states that he had only a sum of Rs.222/- in cash to the credit of the District Board on that day. The question arises as to how this sum of Rs.44,770-0-9 has been utilised during the year 1936-37 and this sum seems to have been utlised for unauthorised purposes. As such, it seems necessary to know from what period the District Board have failed to invest the railway cess realisation according to the standing orders so that the exact amount spent for their normal purposes out of this amount may be known. As such, the Comptroller may be addressed to depute an auditor for the purpose of ascertaining the disposal of the amount, as desired by the President of the Kadur District Board in his letter dated 9th July 1937.
		4. It is seen from the statements showing the receipt and expenditure under Railway Cess enclosed with the Budget estimates every year from 1933-34 up to 1937-38, the figures under receipts and expenditure are made to tally and they show as if no large amount remained uninvested. Reference is also invited to para (f) of the G.O. dated 24th September 1936, sanctioning the Budget estimates of the Kadur District Board for the year 1936-37 wherein the attention of the District Board

NOTE—Contn. Sheet.

Excess expre by the Kadur Dist Board out of
395 the Ry cess investment

Serial No.

was drawn to the undesirability of keeping a large amount out of Railway Cess uninvested and requesting the President, District Board to have the same invested in the Mysore District Board Debenture Loan instead of keeping it in the Government Savings Bank.

12 In the absence of any information as to how the amount remaining uninvested was spent, no further action could be taken and the fact of such expenditure out of the Railway Cess receipts for normal or unauthorised purposes could be known only when the accounts were / are audited by the L.A.D. Staff of the Comptroller's Office.

13 For orders whether the above letter to the Comptroller may issue. Submitted vide para 4 of the note supra.

Secy (L.S.S.) 21/7/37 2047

14 For orders whether the Comptroller may be requested to have the Railway Cess Receipts under Dist Board Accounts from last 5 years to find out how much of it was left uninvested in each year, and how much out was utilised for unsanctioned items. He may also be asked to intimate if this unsanctioned expenditure could not be detected while scrutinizing the Budgets in those years. The sanctioned Budgets from last 5 years can be sent up

11 Members) 22.7.37 22/7/37

1 This may be done after consulting the Finance Secy 23/7/37

OFFICE OF THE SECOND MEMBER OF COUNCIL 22 JULY 1937 NO 576

H.M.M. FINANCIAL SECTT. U.O.No. Fi. 392 26 JUL. 1937 BANGALORE

15 Finance Secy) 23.7.37 23/7/37

Serial No.

17 May be done. It may be possible to obtain the required information with reference to the Budget Estimates, Monthly Accounts and Audit Notes, which are available in the Audit office and the deputation of an Auditor to the District Board Office for the purpose may not be necessary.

30/8/37.

18 In view of the above note, the file will, if approved, be forwarded to the Comptroller unofficially for necessary action & early return. Vide para 15 supra

28/8/37 Secy (L.S.G.)

19) Forwarded with compliments to the Comptroller to the Govt. of Mysore for favour of necessary action, and return of the file when done with.

By order
Mir Sajda Hussain
for Secy to Govt.
L.S.G.

No 273/Spl. W 27 9/37 30.8.37

U.O.No.165/LAD dated 17th September 1937.

Returned with compliments.

20 I enclose herewith a statement (statement A) showing the uninvested Railway Cess balance and cash balance of the Kadur District Board during the past five years. It will be seen that in 1932-33 and 1933-34 the uninvested amount

NOTE—Contn. Sheet.

amount represents only collections during May and June of those years for which there will not be sufficient time to get the figures entered in the Treasury Pass Book and to arrange for investment. Further there was also sufficient cash balance to invest the amounts.

2. It is only from 1934-35 that the uninvested Railway Cess is in excess of the cash balance. The cess is credited in the District Board Pass Book by the Treasury along with all other receipts of the Board. For purposes of expenditure cheques are drawn on this common balance. The District Board is also empowered to reappropriate funds within the budget grant from one head to the other for spending on ordinary and usual objects. We may therefore consider that only expenditure in excess of the grants of the year to the extent to which it has not been possible for effecting a reappropriation has been irregularly met from the Railway Cess.

3. I enclose herewith another statement (statement B) showing for the three years 34-35, 1935-36, and 1936-37 the receipts and expenditure according to the Budgets of these years and actuals. It will be seen that in 1934-35 the actual expenditure is well within the sanctioned budget, and this admitte reappropriations for individual excesses under the detailed heads. The increase in the un-invested Railway Cess balance is chiefly due to the heavy fall in revenues by about Rs.17,000 as compared with budget anticipations.

4. In 1935-36 the actual expenditure exceeds the budget by about Rs.10,000/- and this is chiefly due to expenditure incurred by the P.W.D. (and not

by

'A'

Statement showing the total balance of Railway Cess Collections and investments at the end of each year for a period of 5 years from 32-33 to 36-37 in the Kadur District Board - Chickmagalur together with the President's cash book balances.

Year	Balance of Ry.Cess - collections	Balance of Ry. Cess Investments	Total Amount uninvested at the end - of the year.	President's Cash Book balance.	Remarks.
1932-33	10,23,273	10,09,552	13,721	21,449	The uninvested amount represents the collections of May & June
1933-34	11,00,266	10,85,147	15,119	22,103	-Do-
1934-35	11,81,459	11,44,791	36,668	20,044	
1935-36	12,22,292	11,77,522	44,770	222	
1936-37	12,66,309	12,11,322	54,987	14,306	

23/9/37

Statement showing the revenue and expenditure of the Kaaur District Board for three years from 1934-35 to 36-37 under Service heads.

Year	Anticipated Receipts according to Budget.	Anticipated expenditure according to Budget	Actual Receipts.	Actual Expenditure
1934-35	103,493	1,11,449	86,525	1,06,516
1935-36	1,45,648	1,37,495	1,19,639	1,47,029
1936-37	1,31,108	1,36,760	1,31,501	1,19,048

(5) 23/9/87

106 516
86 525
19991

147029
119639
27390
19991
47381

385 153

Utilization of the Railway Cess fund by the Kadur Dt Bd

General and Revenue Secretariat | File No. 39 of 1937. | [App. F. III—2

Serial No.

1) The Comptroller remarks on the utilization of a sum of Rs 44,470/- by the Dt Board, out of the Railway Cess fund, towards normal expenditure, are contained in para 10 supra. He has finally recommended that the procedure sanctioned for Tumkur Dt. Board Railway Cess, may be adopted in the case of the Kadur Dist Board also. The President of the Board wants an Auditor to be deputed to find out how & for what purposes the sum of Rs 44770/- was utilized by the Board. He further states that the matter has been referred to the Standing Committee for investigation and their report will be sent to Govt. The points for consideration are whether the deputation of an Auditor is necessary or not (The Comptroller considers this as unnecessary. Paper 17 & 18) and whether the change in procedure suggested by the Comptroller may be adopted (The original file about this point is put up in another file sent to the Comptroller) Submit for orders.

2) A copy of the Comptroller's note may be sent to the President, Kadur Dist Board with the request that arrangement should be made for crediting to the Railway Cess fund the amount utilized by the Board for their normal purposes. The question of changing the procedure will be separately dealt with

1/10/37

for 1.X.37.

NOTE—Contn. Sheet.

WD 0284—GPB—30,000—15-9-37

Utilization of the Road Cess Funds

Kadur Dist Board 15-3

L 2320

General and Revenue Secretariat

File No. 39 of 1937-38

29 In view of the opinion expressed by the Comptroller paras 26 to 29 of the notes supra, the Financial Levy may be perhaps be examined again, with reference para 17 of the note

Levy (J.S.)

8/10/37

SECY. LOCAL SELF GOVT. 9 OCT. 1937 GOVT. OF MYSORE.

30. It is evident from the Comptroller's remarks that in the years 1934-35 and 1935-36 there was a deficit of actual receipts over the short of anticipated receipts. The Board has utilised the Road Cess allocations for normal expenditure, instead of keeping it, so much so that the unutilised balance as on 1-4-1937 was ~~Rupees~~ Rs 54987.

If this has been so much for the normal revenues given to Boards, if possible, recharges off to works carried out during the years 34-35 and 35-36 if permissible. If however such a similar appropriation may not occur in future. The procedure suggested by the Comptroller, namely, crediting Road Cess to a deposit account in the Treasury to be operated upon only on actual payments on sanctioned works may perhaps be adopted.

33 For favour of remarks

8/10/37

FINANCIAL SECRETARIAT U.O.No. Fl: 1028 9. OCT. 1937 BANGALORE.

Railway cess transaction – Kadur Dt Bd.

234

General and Revenue Secretariat — MS File No. 39 of 1937. — [App. F. III—2

Serial No.

JF 1028

3 (1) The procedure adopted by the District Board is irregular. The District Board should be asked to make good, from its normal revenue, immediately the sum of Rs 54,987 and odd utilised from the Railway cess fund unauthorisedly and should be asked to explain why this irregular procedure was permitted. The amount cannot be set off against expenditure sanctioned and incurred during previous years out of normal funds.

The procedure suggested in para 32 of the notes may be adopted.

9/12

10/12

2 10 DEC. 1937 GOVT. OF MYSORE. SECY. LOCAL SELF GOVT.

L.J.S. Kirk – Draft Above. 2/10/14.

36 Draft letter to the President, Dt Board, Kadur is submitted for consideration

Perm for 10/12

Levy (L.V.S.).

2/12/14.

37 For perusal before issue

(I Member.)

20/12/37

2/12/14.

2 0 DEC. 1937 GOVT. OF MYSORE. SECY. LOCAL SELF GOVT.

OFFICE OF THE SECOND MEMBER OF COUNCIL, 21 DEC. 1937 No. 4414

38 Issue

22/12/37

23/12

3. DEC. 19 GENL. & REV. SECTT.

8

39 Enc. 2/23/12/37

The Pdt, Dt Bd, Kadur

Rc 2 5768 dy 4-1-38

Requests that the sum of Rs 54,987 unauthorisedly utilised from the Ry cess should be adjusted from the normal revenues and a report submitted [illegible]

NOTE—Contn. Sheet.

Sus A 6/1/38

WD 0284—GPB—30,000—13-8-37

Unauthorised utilisation of the Rly cess by the Kadur Dt Bd

232/37 ∫ 269/38

HB File No. 39 of 193 7. | General and Revenue Secretariat

Letter No HB 2-17/37-38 dated 7-7-38 from the President, Dt. Board, Kadur stating that on account of the low finances of the Board it is not possible to adjust the amount utilised from the Rly cess viz Rs 54,987 from the normal revenues.

4.0 The total amount unauthorisedly utilised from the Railway cess is Rs 54,987 + Rs 10,062 = Rs 65,049 including the amount in the linked file. The President states that it is not possible to adjust the amount from the normal revenues of the Board on account of the present low finances of the Board. He therefore requests that the expenditure may be sanctioned.

5.0 If the amount cannot be adjusted immediately, the only course seems to be to treat the entire amount as a loan repayable in easy instalments.

6.0 Submitted for orders with reference to paras 30 to 38 supra

Perur for 14/7/38 (Leiry L.S.G.)

43) What action has been taken to prosecute proceedings para 32?

2/14/7/

26

C.W.

Unauthorised utilisation of Railway cess by the Kadur Dt Board.

General and Revenue Secretariat | HB File No. 39 269/L of 1937 | [App. F. III–2

Serial No.

(46) Kind reference is invited to G.O. No. 2 4922-35/ HB 39-37-3 dated 1-12-1937 prescribing the procedure for the accounting of Railway cess transactions of Dt Boards.

Rmr - for 14/7/38

Secy L. S.S.

2 14/7/-

(45) For favourable remarks whether the course proposed in para 41 may be adopted and if Bd cannot afford to repay the amount in a lump sum

A — A

Dy 16735 2 16/7/-

(Secy) Me

(46) A. may be adopted subject to the proviso that if immediate adjustment is not possible, at least the loan may be ordered to be repaid in a number of instalments not exceeding six/ or even ten if necessary

4-8-38

Dy

Dy 4835 2 6/8/-

(Secy) (Member)

(47) Rmr 6/8/38

Dy 6/8 2 6/8/-

FINANCIAL SECRETARIAT U.O.No. Fi. 169 16 JUL. 1938 BANGALORE

GOVT SECOND MEMBER OF COUNCIL, 5 AUG. 1938 No. 744

NOTE—Contn. Sheet.

Unauthorised alienation of Ry Lees by the Kaduna Dt Bd.

BB File No. 39 269/L 2661 of 1937

General and Revenue Secretariat

Serial No.

48) Draft letter to the President, Dt Bd, Kaduna is submitted for approval

Rmr 7/8/38 for

Secy (I.V.S)

49) for

8838

50) Sec. 9/11

CN

The President, Dt Bd, Kaduna

No 2 1415 of 13-8-38

States that the proposal cannot be sanctioned & that the amount may be treated as a loan repayable in 6 or 10 instalments.

Sec B Hill 11/11/38

13/8

51) Submitted with a dft letter to the President, Dt Bd, Kaduna for appl.

Sec 28.10.38 for

52) for

Approved No 3475 D 2.11.38

Sec B Hill 1/12/38

3/11/38.

From the President, Dt Bd, Kaduna

No 2 B_2-17/37-38 dated 10-11-38

States that the subject will be placed before the Dt Bd at the meeting to be held on 5-12-38.

53) Submitted for perusal

Rmr 22/11/38 for

54) 22/11/-

TYPING SECTION 1938 GEN. & REV. SECTT.

for Secy 1/12/38

Unauthorized utilization of the Revenue by the Kadur D/B

3328

General and Revenue Secretariat | 4B File No. 39 of 1937. | [App. F. III—2

Serial No. 28

From the President, Dt Board, Kadur
No 2B2-17/37-38 dated 24-12-38
Forwards the resolution of the Dt Board that the question may be considered after the issue of orders on the recommendations of the Dt Boards Finances Committee.

53) Submitted for orders with reference to paras 45 to 47 supra.

Rowr 56) 5/1/39 The President states that the amount unauthorisedly utilised is Rs 44,770 and not Rs 65,049. This has to be determined by the Comptroller.

for 57) 5/1/39 The attention of the District Boards on the recommendations made by the District Boards Finances Committee have been invited, and the same may be awaited, so that the views of the District Boards of Kadur District on the recommendations made may be known.

58) Secy (L. S.) 2/6/1.

59) 2nd Member.) F.C. 9/1 2/9/1. C. 7/1 2/9/1.

C. 11/1 2/11/1.

60) Orders have since been issued on almost all the recommendations of the

Sec 1 15/1/39

NOTE—Contn. Sheet.

SECRETARIAT RECEIVED 7 JAN 1939 6321
SECY. TO GOVT. LOCAL SELF GOVT. 11. JAN. 1939 GOVT. OF MYSORE.

WD 0544—GPB—30,000—2-9-83

File No. 3328 (38-39) of 193 | General and Revenue Secretariat

District Boards Finance Committee except two, viz the transfer of III Class Travellers' Bungalows to Govt and the revision of the proportion of maintenance charges between the Dt Board and the Municipalities in respect of dispensaries. The Dt Board should now be in a position to review its financial position and come to a decision as to how it proposes to repay the Railway Cess unauthorisedly utilised for its normal expenditure

6) Draft letter to the President, Dt Bd, Kadur is submitted for consideration.

Rem 2/19/11/-

16/11/39

TYPING SECTION 1939

To the Pdt, Dt Bd, Kadur

No. L 4920 dt 23-11-39

Requests him to forward the further views of the Dt Bd in the matter-

Letter No L.B. 17/38 dated 26/27th Jany 1940, from the President, Dt Bd. Kadur forwarding the further views of the Board in the matter

6) Submitted for perusal with reference to this office letter No L 4920 dated 23/11/1939, addressed to the President Dt Bd Kadur.

7) It is now stated that the Board have resolved that Govt be requested to waive the repayment of the Railway Cess amount unauthorisedly

Sec'y 23/11

M.

for further correspondence in connection with the project vide L.B. 63-39 dt 15-4-40

In reply please refer to—
No. A3.5/37-38.

OFFICE OF THE DEPUTY COMMISSIONER,
KADUR DISTRICT.

Chikmagalur, dated 3rd July *1937*

116

FROM

B.S.Raghavendra Rao, Esquire., M.A.,(Hons).
Offg. *Deputy Commissioner,*
Kadur District.

5 JULY 1937

To

M.Venkatanaranappa, Esquire., B.A.,
Secretary to the Government of His Highness
the Maharaja of Mysore,
Development.....*Department,*
BANGALORE.

SIR,

I have the honour to forward herewith for the information of Government a copy of my letter No. A3-5 37-38 dated.2 -7-1937 addressed to the Comptroller, Government of Mysore, regarding the utilisation of a portion of the Railway Cess Funds of the Kadur District Board for the normal expenditure of the Board, which was observed by me during the annual inspection of the District Board Office on the 29th June 1937.

I have the honour to be,
Sir,
Your most obedient Servant,
B Raghavendra Rao 3/7/37
Offg. Deputy Commissioner,
Kadur District.

C.M.F.

No.

In Reply please refer to—

No. .....

OFFICE OF THE DEPUTY COMMISSIONER,
KADUR DISTRICT.

Dated, Chikmagalur, 3rd July *1937*

ENC.

FROM B. S. RAGHAVENDRA RAO, ESQ., M.A. (HONS.),
~~C. S. KUPPUSWAMIENGAR, ESQUIRE.~~,
Deputy Commissioner,
Kadur District.

To

A. N. Raghavachar, Esq., M.A.,
Comptroller
to the Government of Mysore,
Bangalore.

S i r,

I have the honor to state that during the annual inspection of the Kadur District Board Office on the 29th June 1937, I observed that the District Board had no balance of its own and was utilising the Railway Cess collections for the Normal expenditure of the Board. With a view to know the position so far as the Railway Cess Fund of the Board was concerned, I have got a statement of Receipts, Expenditure and Balance prepared and I send herewith a copy of the same for your perusal.

2. According to this statement the total receipt under Railway Cess from the date of inception to 31st May 1937 including the interest thereon is Rs 13,25,985-2-9. In the year 1935-36, the Government permitted the Board (G.O. No. L. 2834-7/L.B. 109-33-20 dated 21-10-35 to utilise the interest on the accumulated Railway Cess for improving the means of communication in the District. The amount spent out of the fund in pursuance of this Order during the years 1935-36 and 1936-37 up to end of May 1937 is Rs 75,932-1-6. Deducting this from the total receipts, the balance at the credit of the Fund is Rs 12,50,003-1-3. Out of this a sum of Rs 11,86,925-13-1 is invested in Government Securities etc. as noted in the margin and the balance of Rs 63,077- 2- 2 must be in the District Treasury. But the Treasury Pass Book shows a sum of Rs 31,122/- as the entire balance at the credit of the District Board

State Loan Bonds.	10,41,500- 0- 0.
Land Mortgage Bank.	1,00,000- 0- 0.
Mysore District Board Debenture loans.	9,400- 0- 0.
Government Savings Bank.	36,025-15- 1.
T o t a l. ..	11,86,925-15- 1.

at the end of May 1937. It is evident that the District Board has utilised a sum of nearly Rs 31,955/- out of the Railway Cess Fund for Normal expenditure of the Board without obtaining previous sanction of Government. The irregularity does not appear to have been observed in the monthly Cash account of the Board and the same pointed out to the Board earlier. I would be obliged if you would please get the matter examined by the Local Auditors of the Office and if they have already noticed the same, send me an extract of their observation for communication to Government.

3. To prevent such a utilisation of the Fund without proper sanction, it appears to be necessary that the uninvested balance of Railway Cess Fund may be credited to a Fund head "Railway Cess Deposits" in the Treasury accounts and the monthly receipts from Railway Cess credited by the Treasury to the above Fund.

4. The Board having been authorised to operate on the interest realisations as per Government Order No. L. 2834-7/L.B.109-33-20 dated 21st October 1935 for the specific purposes noted therein, it is also necessary to separate this item from the accounts regarding the corpus of the Fund and also the General Revenues of the District Board and maintain separate accounts re. Receipts and Expenditure out of the interest realisations.

I request that the matter may be kindly examined and further instructions issued for guidance.

I have the honour to be,
Sir,
Your most obedient servant,

Sd. B.S. Raghavendra Rao,

Deputy Commissioner,
Kadur District.

SM

"C o p y"

B. Raghavendra Rao 3.7.

Offg. Deputy Commissioner,
Kadur District.

Statement showing the Railway Cess Collections and balances in the District Board, Kadur, as it stood on 31st May 1937.

Income:-

Opening Balance of Railway Cess on 1-7-1935.		11,81,459-3-5.	
Railway Cess Collections on 35-36.	38,425-5-9.		
Interest on investments.	46,603-2-4.		
		85,028-8-1.	
	Adjustments.		12,66,487-11-6
			80- 2-8
			12,66,407-8-10.
Railway Cess Receipts from 1-7-1936 to 31-5-1937.		33,799-11-11	
Interest.		25,777-14-0	
			59,577-9-11
			13,25,985-2-9

Expenditure:-

1935-36.	44,115-8-0		
1936-37.	31,866-9-6.	(Not finally debited).	
	75,982-1-6		75,982-1-6
			12,50,003-1-3.

Investments:-

State Loan.	10,41,500-0-0	
L.M.B.	1,00,000-0-0	
Mysore D.B.	9,400-0-0	
Govt. S.B.	36,025-15-1	
	11,86,925-15-1.	11,86,925-15-1
Balance of Railway Cess that ought to be in the Treasury at the end of May 1937	Rs.	63,077-2-2
The entire Cash balance in the Treasury at the credit of the Board is. ...	Rs.	31,122-1-5
Net amount therefore drawn and utilised for current purposes is	Rs.	31,955-0-9
District Board Balance is	Rs.	— 53,206-6-3

B Nagendra Rao

Deputy Commissioner,
Kadur District.

C.M.F.

BNR

D. C. 4]

2378

No. I.R.2/37-38.

OFFICE OF THE DEPUTY COMMISSIONER,
KADUR DISTRICT.

Enc. 3.

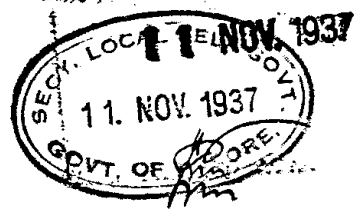
Dated Chikmagalur, 10th November .....193 7.

11 NOV. 1937

FROM

B. S. RAGHAVENDRA RAO, Esq., M.A., (Hons),

Offg. *Deputy Commissioner,*
Kadur District.



To

P. H. KRISHNA RAO, Esq., M.A.,
Secretary to the Government of Mysore,
Local Self Government Departt. *Bangalore.*

Sir,

In forwarding herewith letter No.L.B2-17/37-38 dated the 29th October 1937 from the President Kadur District Board addressed to you requesting that the Railway Cess funds at the credit of the Kadur District Board may be reduced to the extent of Rs.44770-1-9 which has been utilised for the general expenses of the Board, I have the honor to state that I have already brought this, viz., the utilisation of a portion of Railway Cess Funds for the normal expenditure of Board, to the notice of Government (vide my letter No.A3-5/37-38 dated 3-7-37). The Board have now proposed that the Railway Cess Funds may be re-

P.T.O.

reduced by a sum of Rs.44770-1-9 which they have so utilised out of the said funds. The proposal does not appear to in order as the utilisation of the Railway Cess Funds for normal expenses of the Board is against the provisions of section 68 of the District Board Regulation.

The observation of the District Board that the point was not noticed by the auditors and other checking officers is not quite correct. The irregularity was observed by me during the inspection of the District Board office in June last and it has also been observed by the Assistant Comptroller who inspected the office in December 1936.

I have the honour to be,

Sir,

Your most obedient servant,

B Rajasekhara Rao

Deputy Commissioner,

Kadur District.

GMG/-

Sec 68 (4)

C. No. L. B. 27/37-38

OFFICE OF THE PRESIDENT,
Kadur District Board,

Dated, Chikmagalur 29th October 1937

From

S. N. Ramanna, Esq, B. A., L L. B.,
President, Kadur District Board,
CHIKMAGALUR.

To P.H. Krishna Rao Esq., M.A.,
~~Development~~ Secretary to Government of Mysore,
L.S.G., Department., **BANGALORE.**

Through,

The Deputy Commissioner,
Kadur District, Chikmagalur.

Sir,

In continuation of my D.O. Letter No.L.B.27/37-38 dated 5-7-37 regarding the utilisation of Rs.44,770-1-9 out of the Revenue from the Railway Cess for the general expenses of the Board during the year 1934-35 and 1935-36, I have the honour to forward herewith a copy of the resolution of the Board dated 24-9-37 approving the recommendation of the Standing committee that the balance under Railway Cess may be reduced by that amount and to request that sanction of Government may kindly be accorded thereto early. A copy of the extract from the Proceedings of the Standing Committee dated 27-7-37 in this respect is also enclosed for information.

7847
AS Bring Foor
30/X/37.

I have the honour to be,
Sir,
Your most obedient servant.

S N Ramanna
President,
Kadur District Board.

M.B.

Memo.

Forwarded with Compliments with a covering letter vide no T.R.10 dated 10.11.1937
37-38

By Nagendra R
8/11/1937
Dep. Comm

Forwarded with Compliments.

Deputy Commissioner,
Kadur District
30.10.37.

Proceedings of the Meeting of the Kadur District Board and Local Education Aurority held on 24th September 37.

Proceedings of the Standing Committee dated 27-7-37.

Subject:- With regard to the utilisation of Rs.44,770/- out of the Railway Cess towards the general expenses of the Board, an objection was raised that the utilisation of such a heavy amount out of the Railway Cess amount towards the general expenses of the Board without its knowledge and without necessary sanction was highly irregular and amounted to misapplication of Funds.

Resolution:- The recommendation of the Standing Committee is approved.

Sd/- S.F. Ramanna.
President,
Kadur District Board.

" COPY "

S.F. Ramanna
President,
Kadur District Board.

N.B.

An Extract from the Proceedings of the Meeting of the Standing Committee held on Tuesday 27th July 1937.

x x x

20 (a) Office note regarding the utilisation, for the purpose of the Board a sum of Rs.44,770/- out of the Railway Cess for the past few years, in connection with the discharge of the various commitments of the Board which are growing daily, and requesting that ways and means may be devised for balancing the Budget by - effecting economies and by augmenting the resources of the Board.

(b) Aso letter from Messers. Bagamane Deva Gowda and B. Basavalingaih requesting that a committee be formed to suggest ways and means for effecting retrenchments and also for augmenting the resources of the Board.

Resolution:- (a). With regard to the amount of Rs.44,770/- spent out of "Railway Cess Funds" the committee are of opinion that this expenditure was due to the fact that it was incurred in accordance with the sanctioned Budget estimates and to discharge the Boards Committments which could not be avoided or deferred. They feel constrained to observe that though the Board was utilising the Railway Cess Funds for the past few years for meeting their normal obligations, the point was not noticed by the Auditors and other checking officers.

(b). Further resolved that as there is no other source from which this amount could be made good the Government be requested to approve the action of the Board, in having utilised the Railway Cess and permit the Board to reduce the Balance under that head by Rs.44,770/-.

(c). The president be requested to prepare a Note suggesting Ways and Means to balance the Budget and circulate copies of the same among the Members of the Committee to enable them to investigate the possibilities of increasing the Revenues and also effecting Retrenchements wherever possible and necessary having due regard to the needs of the Public.

" Extract "

Bamaeme
President, -
Kadur District Board.

.B.

LB 39-37—1

D. O. No. L. B. 2/1937-38

OFFICE OF THE PRESIDENT,
KADUR DISTRICT BOARD,

Dated, Chikmagalur 5th July 1937

Mr. S. N. Ramanna, B.A.,LL.B.,
President.

153
8 JULY 1937

Sir,

I write to state that the opening balance at the credit of the District Board on 1-7-1936 was Rs.222/- . After the compilation of the accounts for 1935-36 it is found that out of the Revenue from Railway Cess a sum of Rs.44770-1-9 out of the total amount collected up to end of 30-6-1936 had not been credited to the Government Savings Bank, where a separate account has been opened for depositing the Revenue from the Railway Cess pending its investment in Securities or Government Loan Bonds. The accounts are being looked into as how this amount has been utilised during the previous years. The matter was brought to the notice of the Assistant Comptroller also during his inspection of this office in December 1936 and to the Deputy Commissioner during his recent inspection.

Detailed inspection of the accounts for the past 3 years is necessary to find out how this amount has been utilised for various purposes of the Board whose normal Revenues have not kept pace with its daily growing normal comittments for the well-being of the rural population, such as the grant of medical relief etc. Fall in the anticipated Revenues in some years have also contributed to this state of affairs.

I have called for a special Committee of the standing Committee to go into this question in detail and also to find out ways and means to balance the Budget of the Board. I have also to bring to your kind notice that the major portion of the Revenue of the Board consits of Revenue

Cess

income from
Cess, Tolls and markets and the collections under the heads are very slack up to end of February and March of each year. In the meanwhile outlays will be incurred by the D.P.W and if the payments are delayed the Comptroller will adjust the amounts due to that Department, Out of the Treasury balance at the credit of this Board which includes the uninvested balance of Railway Cess also.

This year also the procedure was adopted though the Comptroller was requested not to adjust the amount at the Treasury as it would amount to utilisation of Railway Cess for other purposes. Care has been taken to keep the expenditure of the Board of this year within the anticipated receipts. After the standing Committee meets, their recommendation will be placed before the Board and a further report will be submitted in the matter.

Yours sincerely

S V Ramanna

To

M. Venkatanaranappa Esq., B.A.,
Secretary to Mysore Government
Development Department,
Bangalore City.

PS Railway Cess collection after I took charge of this office from 1-7-36 to 31-5-37 amount to Rs 33799-11-11. Out of this Rs 9400 has been invested in 3½% debenture Bonds of Mysore District Board. A cheque for Rs 24399-11-11 being the balance out of R. Cess has been drawn to be credited to S.B. Savings Bank a/c on 30th June 1937.

S V Ramanna

24399-11-11

L.B. 39-37-2

D.O. No. L. B. 39-37-2/17

OFFICE OF THE PRESIDENT,
KADUR DISTRICT BOARD,

Dated, Chikmagalur 9th July 1937

232/2

Mr. S. N. Ramanna, B.A.,LL.B.,
President.

Sir,

In continuation of my D.O. letter No. — dated 5th July/37 regarding the utilisation by the Board a sum of Rs.44,470/- out of the Railway Cess during the past few years, for Board works, it seems to me highly desirable to find out in detail how this amount has been spent and the exact amount trenched upon over and above its normal revenue during the previous years.

I would have entrusted this work to my own staff but I consider that it would be better if this work is done by the Audit staff of the Comptroller's Office. I ~~request~~ suggest this with a view to rectify the irregularities, if any.

~~Subject~~

I therefore request you to kindly request the Comptroller to depute a Competent Auditor for the purpose immediately.

Yours sincerely.

S N Ramanna

To

M. Venkatanaranappa Esquire., B.A.,
Secretary to Mysore Government,
Development Department,
Bangalore City.

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE

General and Revenue Secretariat

No. L.S. 768/L.B. 39-37-8 *Dated, Bangalore,* 4th January 1938

From

The Secretary to the Government of His Highness the Maharaja of Mysore,
Local Self-Government Department.

To

The President,
District Board,
Kadur.
Through the Deputy Commissioner of Kadur District.

Sir,

With reference to your D.O. letters Nos. LB. 2/1937-38 dated 5th July 1937 and LB. 2-17/37 dated 9th July 1937, regarding the utilisation of the Railway Cess for normal expenditure by the Kadur District Board, I am directed to state that, on an examination of the Budget Estimates, the monthly accounts and the audit notes of the District Board and especially the Railway Cess accounts, it was found that in the years 1934-35 and 1935-36, the actual receipts were far short of the anticipated receipts. As a result the District Board has utilised Railway Cess collections for normal expenditure instead of investing it, the invested balance at the end of 36-37 thus unauthorisedly utilised amounted to Rs.54,987. The procedure adopted for the accounting of the Railway cess transactions is highly irregular.

I am, therefore, to request that the sum of Rs.54,987 thus utilised unauthorisedly from the Railway cess fund should be adjusted from the normal revenue of the Board by being credited to the Railway cess account.

In this connection, I am to invite reference to Government Order No.L. 4922-35/LB. 39-37-3 dated 1st December 1937 prescribing the procedure for the accounting of Railway cess transactions and to request that the instructions conveyed therein should be strictly adhered to in future.

P.T.O.

A report of action taken in the matter may be submitted to Government.

I have the honour to be,

Sir,

Your most obedient servant,

Mir Sajan Imam

for Secretary to Government,
L.S.G. Department.

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE

General and Revenue Secretariat

No. L.S 768/L.B.39-37-8 Dated, Bangalore, 4th January 1938

From

The Secretary to the Government of His Highness the Maharaja of Mysore,
Local Self-Government Department.

To

The President,
District Board,
Kadur.
Through the Deputy Commissioner of Kadur District.

Sir,

With reference to your D.O. letters Nos. LB. 2/1937-38 dated 5th July 1937 and LB. 2-17/37 dated 9th July 1937, regarding the utilisation of the Railway Cess for normal expenditure by the Kadur District Board, I am directed to state that, on an examination of the Budget Estimates, the monthly accounts and the audit notes of the District Board and especially the Railway Cess accounts, it was found that in the years 1934-35 and 1935-36, the actual receipts were far short of the anticipated receipts. As a result the District Board has utilised Railway Cess collections for normal expenditure instead of investing it, the invested balance at the end of 36-37 thus unauthorisedly utilised amounted to Rs.54,987. The procedure adopted for the accounting of the Railway cess transactions is highly irregular.

I am, therefore, to request that the sum of Rs.54,987 thus utilised unauthorisedly from the Railway cess fund should be adjusted from the normal revenue of the Board by being credited to the Railway cess account.

In this connection, I am to invite reference to Government Order No.L. 4922-38/LB. 39-37-3 dated 1st December 1937 prescribing the procedure for the accounting of Railway cess transactions and to request that the instructions conveyed therein should be strictly adhered to in future.

A report of action taken in the matter may be submitted to Government.

I have the honour to be,

Sir,

Your most obedient servant,

Mir Sajan Imam

for Secretary to Government,
L.S.G. Department.

Rmm

Appendix F G—1]

SUBJECT .....

.....

.....

4 copies

Section HB

File No. 39-37

Serial No. 8

No. L 5768

iary No. of letter replied to.....

To

The President, Dt Board, Kadur

through the D.C

General and Revenue Secretariat

( )

the *193* .

Sir,

With reference to your D.O. letters Nos. HB 2/1937-38 dated 5-7-1937 and HB 2-17/37 dated 9-7-1937 regarding the utilisation of the Railway cess for normal expenditure by the Kadur District Board, I am directed to state that, on an examination of the Budget Estimates, the monthly accounts and the audit notes of the Dt Board and especially the Railway cess accounts, it was found that in the years 1934-35 and 1935-36, the actual receipts

Date of issue 4.1.38

Signed by [illegible] 5.1.38

List of enclosures.....

Copied by .....

Examined by.....

were fairly short of the anticipated receipts, As a ..... the Board has utilised Rly cess collections for normal expenditure instead of investing it, ~~so as to bring about~~ the uninvested balance at the end of 36-37 the unauthorisedly utilised amount to Rs 54,987, ~~and to observe that~~ the procedure adopted for the accounting of the Railway cess is highly irregular ~~and~~ transactions, ~~which has resulted in the utilisation of these funds for normal expenditure is highly irregular~~:

I am, therefore, to request that the sum of Rs 54,987 thus utilised unauthorisedly from the Railway cess fund should be adjusted ~~made good accordingly~~ from the normal revenues of the Board by being credited to the Rly cess account

In this connection, I am to invite reference to yr D/o

G. R. S. App. F. G. 3.

GENERAL AND REVENUE SECRETARIAT.

(*Continuation sheet draft form.*)

Z 4922-35/ HB 39-37-3 dated 1-12-37 prescribing the procedure for the accounting of Railway Cess transactions and to request that the instructions conveyed therein should be strictly adhered to in future

A report of action taken in the matter may be submitted by 9th inst.

for
Secy to Govt

2/11/37 Rmr

Memo No L.S.769 dated 4-1-38 Copy with compliments to the Comptroller to Govt with reference to this M.O. Note No 273/Spl dated 27-9-1937

By order
for
Secy to Govt

2/11/37 Rmr

WD 0255—GPR—10,000—23-8-32

Proceedings of the meeting of the Kadur District Board and Local Education Authority held on 6th June 1938.

Subject No. 2.

Letter No: L. 5768-L.B. 39-37-8 dated 4th January 38 from the Secretary to Government intimating that the amount of Railway Cess unauthorised utilised for normal expenditure should be credited back to the Fund from the normal Revenues of the Board.

Resolution.

Government be requested to approve the resolution of Board already passed.

Sd/- S.N.Ramanna.
President,
Kadur District Board.

" c o p y. "

President,
Kadur District Board.

SM.

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE

General and Revenue Secretariat

No. L14 15/L.B.39-37-27

Dated, Bangalore, ~~13th August 1938.~~

From

The *Secretary to the Government of His Highness the Maharaja of Mysore,*
Local Self-Government Department.

To

The President, District Board,
Kadur.
Through the Deputy Commissioner, Kadur District.

Sir,

With reference to the correspondence ending with your letter No. L.B.2-17/37-38, dated 7th July 1938 stating that on account of the low finances of the Board, it is not -- possible to adjust from the normal funds the amounts ~~xxxxxxxx~~ unauthorisedly utilised from the Railway Cess Fund and requesting that the resolution of the Board approving of the expenditure may be sanctioned, I am directed to state that the proposal cannot be sanctioned and that, if the amounts in question cannot be adjusted immediately, the entire amount viz. Rs. 65,049/- may be treated as a loan repayable in a number of annual instalments not exceeding six or even ten, if necessary. I am to request you to kindly take necessary action in the matter and to make provision in the annual Budgets of the District Board for the payment of the instalments towards the liquidation of the said loan.

I have the honor to be,
Sir,
Your most obedient servant,

Sd/- P. H. Krishna Rao,

Secretary to Government,
Local Self Government Department.

Memo No. L 1416

Copy of the above is forwarded with compliments to the

Comptroller to Government.

By Order,

Secretary to Government,
Local Self Government Department.

Appendix F G—1]

SUBJECT .....

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.....

Section HB

File No. 39-37

Serial No. 27

Diary No. of letter replied to.....:

No. L 1415

To

The President, Dt Bd, Kadur

(through the D.C.)

General and Revenue Secretariat

( )

the *193*

Sir,

With reference to the correspondence ending with your letter No. HB2-17/37-38 dated 7-7-38 stating, that on account of the low finances of the Board, it is not possible from the revenue funds to adjust the amounts unauthorisedly utilised from the Railway Cess fund and requesting that the resolution of the Board approving of the expenditure may be returned, I am directed to state that the amounts cannot be adjusted immediately

Date of issue..... 13.8.38

Signed by .....

List of enclosures.....

Copied by .....

Examined by.....

the proposal cannot be sanctioned that in question

WD 0521—GPB—30,000—12-3-37

17/8/38

the entire amount viz Rs. 65,049
may be treated as a loan
repayable in a number of annual
instalments not exceeding Ten
or even ten if necessary.

I am to request you to place
the matter before the Dt Board
and forward their resolution
agreeing to the proposal suggested
above

I have etc
for
Secy Dty
Chairman
Memorandum

Copy forwarded to the Comptroller for info

Secy Dty
Chairman

I am to request you to kindly take necessary action in the matter and to make provision in the annual budget of the Dt Bd for the payment of the instalments towards the liquidation of the said loan as necessary?

for

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE

General and Revenue Secretariat

Dated, Bangalore, 24th November 1938.

No. L3478/LB39-37

From

The Secretary to the Government of His Highness the Maharaja of Mysore,
Local Self-Government Department.

To

The President,
District Board,
Kadur.

Sir,

I am directed to invite reference to this office letter No. L.1415/LB 39-37-27, dated 18th August 1938, suggesting that the sum of Rs. 65,049 unauthorisedly utilised from the Railway Cess Funds for normal expenditure may be treated as a loan repayable in easy annual instalments etc. and to request you to be so good as to state what further action has been taken in the matter in pursuance of the aforesaid Government Order.

A very early reply is requested.

I have the honour to be,
Sir,
Your most obedient servant,

Mir Sajan Mirza

for Secretary to Government,
Local Self Government Department.

bks)2.

Appendix F G—1]

SUBJECT.....

.....

.....

Diary No. of letter replied to 269

General and Revenue Secretariat

the *193*

Date of issue.... 2—11—38

Signed by .....

List of enclosures.....

Copied by.....

Examined by .. ..

Section LB

File No. 39-37

Serial No.

No.

To

The President, Dt. Bd. Kadur.

Sir,

I am directed to invite ref^ce to this office letter No. L 1415/LB 39-37-27, dated 18-8-1938, suggesting that the sum of Rs. 65049 unauthorisedly utilised from the Ry. Cess Funds for normal expenditure may be treate as a loan repayable in easy annual instalments, and to request you to ~~kindly~~ be so good as to furthe state what action has been taken in the matter.

In pursuance of the aforesaid ltr. A very early reply is requested

I have, etc.,

For Secry. to Govt.,

for L.S.G. Deptt.

WD 0278—GPB—30,000—4-3-38

3328
L.

KADUR DISTRICT BOARD.

No. L.B.2-17/37-33. *Chikmagalur, Dated* 24th December 33.

L.B. 39-37-28

From

S. N. RAMANNA, Esqr., B. A., LL. B.;
PRESIDENT,
KADUR DISTRICT BOARD.

To

P.H. Krishna Rao Esq., M.A.,
Secretary to Government.,
L.S.G. Department, Bangalore.

Through

The Deputy Commissioner.,
Kadur District, Chikmagalur.

13178

Sir,

With reference to your letter No.L.1415/L.B.39-37-27 dated 13th August 1933, stating that the proposals of the Board to approve the expenditure incurred out of Railway Cess Funds unauthorisedly cannot be sanctioned and that the amount should be treated asaloan repayable in ten annual instalments etc., I have the honour to forward herewith a copy of the resolution of the Board dated 19-12-33 that the question may be considered after the issue of orders on the recommendations of the District Board Finance Committee.

In this connection I may point out that the amount unauthorisedly utilised up to end of 1936-37 is Rs.44,770/- and not Rs.65,049/-

As it is, the normal Expenditure of the Board is more than the normal income and as such it is not possible to make any provision in the annual budget for the repayment of the amount by instalments.

I have the honour to be,
Sir,
Your most obedient servant.

S. N. Ramanna.
President,
Kadur District Board.

Memo
Forwarded, with compliments
By Deputy Commr Kadur
2/1/34
for

Extract from the Proceedings of the Meeting of the Kadur District Board and Local Education Authority held on the 19th and 20th December 1938.

Subject No.20:- ~~Government Order~~ Letter No.L.1415/L.B.39-37-27 dated 10th August 1938 directing that the amount of Railway Cess unauthorisedly utilised should be treated as a loan and repaid in yearly instalments.

Resolution:- May be deferred till orders of Government are received on the report of the District Board Finance Committee.

Sd/- S.N. Ramanna.
President,
Kadur District Board.

" Extract "

S.N. Ramanna
President,
Kadur District Board.

M.B.

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE

General and Revenue Secretariat

No. L4920

Dated, Bangalore, 23rd November 1939.

From

The Secretary to the Government of His Highness the Maharaja of Mysore,
Law Department.

To

The President,
District Board, Kadur,
through the Deputy Commissioner.

Sir,

With reference to the correspondence ending with your letter No.L.B.2-17/1938 dated 14-1-1939 forwarding the resolution of the District Board that the question of repaying the amount of the Railway Cess unauthorisedly utilised for normal expenditure by treating it as a loan repayable in ten annual instalments, may be considered after the issue of orders on the recommendations of the District Boards Finance Committee, I am directed to state that as orders have since been passed on almost all the recommendations of the Committee, the District Board should now be in a position to review its financial condition as a result of the orders passed on the recommendations of the Committee and come to a definite decision in the matter and to request that the further views of the District Board may be communicated to Government very early.

I have the honour to be,

Sir,

Your most obedient servant,

Sd/- Srikantaiah

for Secretary to Government,
Law Department.

Rmr

Appendix F G—1]

SUBJECT.....

.....

.....

Diary No. of letter replied to .....

General and Revenue Secretariat

( )

the *193*

Date of issue 23 11 39

Signed by Mr. M. S. M.

List of enclosures.....

Copied by.....

Examined by.....

Section 2B

File No. 39-37

Serial No.

No. L 4920

To The President, Dt Bd, Kadur
thro' the D.C.

Sir,

With reference to the correspondence ending with your letter No. YB2-17/37-38 dated 24-12-1938 forwarding the resolution of the Dt Board that the question of repaying out of the Rupees the amount unauthorisedly utilised for normal expenditure by treating it as a loan repayable in ten annual instalments, should may be considered after the issue of orders on the recommendations of the Dt Board's Finance committee, I am directed to state that as orders

have since been passed on almost all the recommendations of the Committee, the Dr Board should now be in a position to review its financial ~~position~~ condition as a result of the orders passed on the recommendations of the Committee and come to a definite decision in the matter and to request that the further views of the Dr Board may be communicated to Govt very early.

Yours etc

2/19111—

Secy to Govt

Law Deptt

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

No. L 9377 LVB 63-39-17 General and Revenue Secretariat,

Dated Bangalore, ...May.....1940

FROM

The Secretary to the Government of
His Highness the Maharaja of Mysore.
Law Department.

To

The President,
District Board, Kadur, through the
Deputy Commissioner, Kadur District.

SIR,

With reference to the correspondence ending with your letter No.L.B2.17/38 dated 27th February 1940, requesting in the circumstances reported, sanction to the resolution of the Kadur District Board, to waive the recovery of the Railway Cess amount un-authorisedly utilised by the Board for their normal expenditure, I am directed to state that the proposal of the Board in the matter cannot be sanctioned.

It is however, observed that, as per audited accounts up to the end of June 1939, the amount utilised for such purposes by the Board aggregates to Rs.44,242-8-9 and Government have no objection to allow the Board to adjust this amount in instalments of Rs.6,000/- per year, for which necessary provision should be made in the budget estimates of the Board every year until the whole amount is re-imbursed.

I have the honour to be,
Sir,
Your most obedient servant,

For Secretary to Government,
Law Department.

K.L.R.6.

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

No. L 9377 Ms 63-3 9-17 General and Revenue Secretariat.

Subject Inscriptions ... .

From

The Secretary to the Government
His Highness the Maharaja of Mysore.

To